

**#ST-1**

**KLA Board Report  
Audit Committee  
March 5, 2011**

The Audit Committee met on Wednesday, February 23, 2011 in Frankfort at the KLA Office to perform its first audit review for 2011. Committee members present included Fred Tilsley (Auditor), Terry Buckner (President-Elect). Absent Linda Kompanik (Due to being stuck in traffic on I65)

The Committee compared the KLA check register against the vouchers and bank statements for the months of September 2010 through January 2011. All transactions were well documented and had the appropriate signature. Check disbursements matched the requested amounts and were reflected accurately. All bank statements were reconciled in a timely and exact manner. As expected, we noted some outstanding checks at the time of our audit and these items will be verified and accounted for at the next audit review.

The Audit Committee concludes that the records are in order and reflect the financial condition of the Association.

Respectfully submitted,

Fred Tilsley, Auditor